

REGULATION

On the procedure for conducting transactions in the interbank money market through the electronic trading platform

Chapter 1. General rules

1. The following basic concepts are used in this Regulation:

interbank money market - a system of short-term (up to 1 year) placement and/or attraction of funds in national and foreign currencies through the organization and conduct of electronic exchange trades (hereinafter referred to as money market operations);

Currency exchange - a legal entity that organizes exchange trades on foreign currency, government securities, derivative financial instruments and other related exchange transactions, as well as the interbank money market and credit and deposit auctions of the Central Bank with commercial banks;

e-commerce platform (hereinafter referred to as the trading system) - allows to conduct exchange trades in electronic form in the interbank money market and to register received orders, conclude exchange transactions, display current data at the workplaces of traders, describe the trading process and final exchange documents automated system of currency exchange providing formation;

counterparty - one of the participants of the exchange transaction on placement and / or attraction of funds in the interbank money market;

trading participants - commercial banks and the Central Bank of the Republic of Uzbekistan (hereinafter referred to as the Central Bank) involved in the operations through the trading system in the interbank money market;

order - an initial offer in electronic form, which reflects the conditions for the placement and/or attraction of a certain amount of funds by the customer;

Exchange transaction - a contract of sale of an exchange commodity, registered by the stock exchange, concluded on the basis of the results of exchange trading recorded on the stock exchange;

counter-orders - orders with the opposite direction, i.e. an order to raise funds in an offer to place funds or an offer to place funds in an order to raise funds;

indicators - weighted average interest rates calculated on money market operations performed by trading participants through the trading system.

2. Money market operations are carried out through the system of mutual trade between the Central Bank and commercial banks, as well as amongst commercial banks.

3. Operations in the money market are carried out by commercial banks for the purpose of obtaining income by providing liquidity of the bank or placement of funds, and by the Central Bank for the purposes of monetary policy.

4. Traders must comply with the requirements of this Regulation and the rules of trading of the Currency exchange when conducting operations in the money market.

5. The Central Bank has the right to get acquainted with detailed information on all exchange transactions concluded in the interbank money market.

6. Commercial banks have the right to get acquainted with the information on their transactions in the interbank money market and transactions carried out by other commercial banks (except for information on bank names).

7. Currency exchange within its competence:

organizes and conducts exchange trades in the interbank money market;

provides trading system software to trading participants and ensures their technical compatibility;

forms interbank money market indicators;

ensures the confidentiality of information on money market transactions;

notifies the bidders in a timely manner of the place, time and outcome of the bidding.

Chapter 2. Carrying out operations in the trading system

8. Money market operations are carried out in accordance with the General Agreement concluded by the currency exchange and banks.

9. The general agreement, along with other conditions provided by the legislation on the contractual and legal base of activities of economic entities, should specify:

Mandatory conditions for exchange transactions between the Central Bank and commercial banks, as well as amongst commercial banks;

calculation of interest payments, procedure and terms of their payment;

Validity of the General Agreement.

10. Traders participate in exchange trades through their employees (traders) (hereinafter referred to as the trader) who are authorized to conclude exchange transactions on their behalf.

11. Exchange trades are carried out from 9:00 on business days of the bank until 30 minutes before the end of working hours of the interbank payment system of the Central Bank.

12. Traders can independently choose one of the following methods of access to the trading system:

remote - through the use of the workplace;

by using the workplace in the currency exchange trading hall.

13. The currency exchange provides trading participants with a two-step login and password to work in the trading system.

Only the trader has the right to use the first stage login and password.

The first stage login and password entitle the trader to activate the trading system.

The right to use the second stage login and password is given to the person responsible for concluding transactions on exchange trades authorized by the head of the bank.

The second stage login and password entitle the trader to confirm the exchange transaction.

Chapter 3. Execution of transactions in the trading system

14. Exchange transactions in the trading system are concluded on the basis of counter-orders, in which the parties present each other as counterparties to the exchange agreement.

15. In order to conclude exchange transactions, the trading system shall include an order for placement and / or attraction of funds of the bidder initiating the transaction (hereinafter referred to as the initial order).

16. The first order must specify the following indicators:

raising or placing funds;

the type of currency to be attracted or placed;

the amount of funds raised or placed;

term of attraction or placement of funds;

interest rate on raising or placing funds;

term of interest payments.

17. The initial order entered into the trading system includes counter-orders by counterparties in order to attract and / or place funds.

18. Orders for placement of funds are placed in the order of interest rate increase, and when interest rates are equal, orders are placed in the order of time of submission.

19. Orders to raise funds are placed in the order of decreasing interest rates, and in case of equal interest rates - in the order of submission of orders.

20. When concluding exchange transactions, the trading system checks the compliance of counter-orders with the transaction indicators.

21. The bidder who submitted the initial order confirms within the initial order that they are eligible for the counter-orders submitted by the counterparties.

As a result of confirmation of the initial order, the exchange transaction is automatically registered in the trading system.

22. An exchange transaction is considered concluded with the registration of counter orders (initial order and counter orders) in the trading system.

23. At the conclusion of each exchange transaction, the trading system registers it, attaches a registration number to it and provides exchange participants with exchange certificates, which are the basis for mutual settlements.

24. Execution of all settlement operations on concluded exchange transactions is carried out by trading participants until the expiration of the Central Bank's transfer, receipt and control of electronic payment documents on interbank settlements on the working day of the concluded bank.

25. Any initial order submitted to the trading system is valid until it is canceled, fully satisfied or until the end of exchange trading. Any order submitted to the trading system may be amended or canceled by the trading participants until the exchange transactions are concluded.

26. Repayment of attracted funds and accrued interest on exchange transactions on exchange transactions concluded through the trading system is carried out by the bank in the manner prescribed by law. The date of return of funds is the date of receipt of funds in the appropriate account.

27. All payments on exchange transactions are made in the currency of the transaction.

28. Funds placed under exchange transactions may be returned early by mutual agreement of the parties.

29. The brokerage fee of the trading system is charged in the manner prescribed by the rules of exchange trading.

30. Bidders are prohibited from:

direct or indirect pressure on other traders in order to change their market behavior;

making fraudulent transactions in the trading system;

refusal to make settlements on transactions in the trading system;

deliberate dissemination of false information in order to put pressure on the emerging market situation in the trading system;

providing untrue and distorted information to the currency exchange and trading participants;

non-submission (concealment) of information to the currency exchange, which may have a significant impact on the formation of market conditions.

Chapter 4. Interbank money market indicators

31. The currency exchange forms money market indicators based on the interest rates of transactions made by trading participants through the trading system.

32. Indicators are calculated on the basis of the rates of operations in the money market in the following standard terms:

1 day;

2 to 7 days;

8 to 30 days;

31 to 90 days;

91 to 180 days;

181 days to 1 year.

In the calculation of indicators, money market transactions are included in the standard intervals established according to the terms of placement.

33. The currency exchange regularly (at least once a week) submits to the Central Bank the indicators formed in the standard period over the trading system, and this information is posted on the official websites of the Central Bank and the currency exchange.

Chapter 5. Final rules

34. Validity of the exchange agreement concluded by trading participants in the trading system should be within the term of validity of the General agreement.

35. Persons guilty of violating the requirements of this Regulation shall be liable in the manner prescribed by law.

36. This Regulation is agreed with JSC "Uzbekistan Republican Currency Exchange".